

ON-SITE SYSTEMS, INC.
A PUBLIC UTILITY CO.

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January 14, 2002

TN REGULATORY AUTHORITY
DOCKET ROOM

Honorable Sara Kyle
Chairman
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

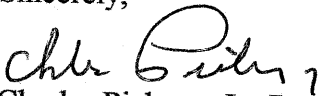
RE: Testimony in support of petition to revise monthly residential sewer
rate for Oakwood Subdivision

Dear Chairman Kyle:

On November 6, 2002, a petition was sent to you regarding a change in the monthly
residential sewer charge for Oakwood Subdivision in Maury County. (Docket # 02-
01220).

The attached testimony is being submitted in support of that petition.

Sincerely,


Charles Pickney, Jr., President
On-Site Systems, Inc.

7638 River Road Pike, Nashville, TN 37209-5733
(615) 356-2880 Fax (615) 356-7295

TESTIMONY OF CHARLES L. PICKNEY, JR.

The first service area granted to On-Site Systems, Inc., was for Oakwood Subdivision in Maury County. Because the company was new, and this was the first subdivision to be served, the Maury County Planning Commission required that On-Site Systems, Inc. post a bond in the form of a \$100,000.00 letter of credit to insure the operation and maintenance of the sewer system.

After the company became more established and the system had been operating successfully for several years, On-Site petitioned the Maury County Planning Commission on August 10, 2001 to eliminate the bond requirement. The Maury County Planning Commission met on September 6, 2001 to consider the request and at the meeting, they approved the removal of the bond requirement.

The removal of the bond cost should reduce the monthly residential sewer fee from \$36.67 to \$35.11.

This concludes my testimony.

A handwritten signature in cursive script, appearing to read "Charles Pickney, Jr.", written in dark ink.

Charles Pickney, Jr.